SCOTT M. MATHESON, GOVERNOR

MICHAEL J STAPLEY, M.P.A., ACTING EXECUTIVE DIRECTOR

UTAH PUBLIC SERVICE COMMISSION DEC 04 1984

533-6108

Brent H Cameron Public Service Commission Heber Wells Building Salt Lake City, Utah 84111

> RE: Input to Public Hearing on Future Power Generation in Utah

Dear Mr. Cameron:

At the October 24, 1984, generic hearing on electric power supply and demand in Utah, I interpreted certain statements given as incorrect or misleading. Specifically the representative of the Intermountain Power Agency (IPP) indicated that their plant was fully licensed for four units. If he intended this statement to include the Air Quality approval order he is incorrect. In 1983 the approval order for that plant was modified to include two units only. Before any addition can be made to the IGS, a new Air Quality approval order will be needed. This will involve all the necessary steps that any new power generating plant would have to perform in order to obtain a permit.

The representative of Deseret Generation made a similar statement to the effect that the Moonlake plant had all the necessary environmental permits for two units. That statement is also incorrect. In 1983 the plants approval order was modified to include one unit only. Moon Lake will have to go through the same permitting procedure as IPP if any further expansion is planned.

As a matter of related information, the Utah Power & Light (UP & L) Hale plant is currently under an order to use only natural gas as a fuel. If UP & L desires to burn coal in this plant, it will be necessary to improve the air pollution controls at the plant.

David Kopta

Engineering Manager Compliance Section

Bureau of Air Quality

DK:wml 6040

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